

NATIONAL CREDIT UNION ADMINISTRATION
Office of Small Credit Union Initiatives
Community Development Revolving Loan Fund (CDRLF)

**General Guidelines for a
CDRLF Loan for Credit Unions**

Disaster Recovery Emergency Loan Initiative - 2005
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Eligible credit unions may apply for up to \$100,000.

National Credit Union Administration
Office of Small Credit Union Initiatives
Community Development Revolving Loan Fund
1775 Duke Street
Alexandria, Virginia 22314

*National Credit Union Administration
Office of Small Credit Union Initiatives
Community Development Revolving Loan Fund*

Application Disaster Recovery Emergency Loan Initiative-2005

1. CREDIT UNION NAME	
2. MAILING ADDRESS	
3. COUNTY/PARISH	
4. CITY, STATE, ZIP	
5. CONTACT NAME/TITLE	
6. CONTACT PHONE	
7. CREDIT UNION FAX NUMBER	
8. CREDIT UNION EMAIL ADDRESS	
9. CREDIT UNION CHARTER NUMBER	
10. CREDIT UNION EMPLOYER TAX ID NUMBER	
11. CREDIT UNION DUN AND BRADSTREET UNIVERSAL NUMBERING SYSTEM NUMBER	
12. AMOUNT REQUESTED	\$
13. NAME AND TITLE OF AUTHORIZED INDIVIDUAL	
14. SIGNATURE	

Answer the following questions and attach separate sheets as necessary for your responses.

1. Is the main office of the credit union located in a county or parish declared a federal disaster area by the Federal Emergency Management Agency as a result of Hurricane Katrina?
2. What is the purpose of the loan?
3. The CDRLF requires the credit union to match the loan proceeds with deposits. Refer to Terms and Conditions for more details. Please describe how the credit union plans to match the loan proceeds (nonmember or member deposits).
4. Is your credit union planning to remain as an ongoing concern (merger, P&A, or liquidation potential is not a threat)?

General Guidelines

Disaster Recovery Emergency Loan Initiative-2005

<h3>Instructions</h3>

1. Enter the full legal name of the credit union. (EG: Mammoth Employees Federal Credit Union or Middle America Credit Union)
2. Enter the mailing address of the credit union, including suite number, building number, floor, or any additional required address information.
3. Enter the name of the County or Parish in which the main office of the credit union is located.
4. Enter the City, State, and ZIP code corresponding to the mailing address of the credit union.
5. Enter the name and title of the individual to whom questions regarding this loan application should be addressed.
6. Enter the telephone number of the contact person listed in item 4. above.
7. Enter the fax number of the credit union, if none, enter “none.”
8. Enter the credit union’s email address (format should be credit.union@ncua.gov), if none, enter “none.”
9. Enter the credit union’s charter number.
10. Enter the credit union’s 9 digit employer tax ID number.
11. Enter the credit union’s 9 digit Dun and Bradstreet Universal Numbering System (DUNS) Number. Dun and Bradstreet Universal Numbering System (DUNS) numbers may be obtained by calling Dun and Bradstreet, toll-free, at 1-866-705-5711.
12. Enter the dollar amount of the loan that the credit union is requesting.
13. Type or print the name and title of the individual who is authorized to sign on behalf of the credit union.
14. The individual named in question 13 above must sign the front page of this application.

Questions regarding completing this application can be directed to the Office of Small Credit Union Initiatives at:

National Credit Union Administration
Office of Small Credit Union Initiatives
1775 Duke Street
Alexandria, VA 22314

703-518-6610—phone
703-518-6680—facsimile

E-mail: oscuiapps@ncua.gov

Guidelines

What is the purpose of the Loan Program?

The Office of Small Credit Union Initiatives administers the Community Development Revolving Loan Fund (Fund). Congress established the Fund also known under Section 130 (e) of the Federal Credit Union Act as the “Fund”, for Credit Unions in 1979. The intent of Congress is to provide low-cost government funds to credit unions in furthering a variety of financial and related services designed to meet the particular needs of the members and the low-income community served. Only credit unions with a low-income designation can participate in the Fund’s program.

What is the Disaster Relief Emergency Loan Initiative?

The Disaster Relief Emergency Loan is provided to assist and enable credit unions located in federally declared disaster areas resulting from Hurricane Katrina* to rebuild their credit unions and to continue to provide services to their members.

Which credit unions are eligible to apply?

To participate in the Program, a federally chartered credit union must be currently designated as a “low-income” credit union as set forth in NCUA’s Rules and Regulations, Section 701.34. A state chartered credit union must have the equivalent low-income designation from its respective state supervisory authority (SSA) and concurrence from NCUA. Non-federally insured credit unions must meet additional requirements set out in Section 705.5 of NCUA Rules and Regulations.

To be considered for this loan, the main office of the credit union must be located in a county or parish declared a disaster area by the Federal Emergency Management Agency (FEMA).

* The Federal Emergency Management Agency (FEMA) has designated the counties listed below as disaster areas.

Alabama: Baldwin, Mobile, Pickens, Greene, Hale, Tuscaloosa, and Washington Counties. (updated 9/8/2005)

Louisiana: The parishes of Acadia, Ascension, Assumption, Calcasieu, Cameron, East Baton Rouge, East Feliciana, Iberia, Iberville, Jefferson, Jefferson Davis, Lafayette, Lafourche, Livingston, Orleans, Pointe Coupee, Plaquemines, St. Bernard, St. Charles, St. Helena, St. James, St. John, St. Mary, St. Martin, St. Tammany, Tangipahoa, Terrebonne, Vermilion, Washington, West Baton Rouge, and West Feliciana. (updated 9/4/2005)

Mississippi: Adams, Amite, Attala, Claiborne, Choctaw, Clarke, Copiah, Covington, Forrest, Franklin, George, Greene, Hancock, Harrison, Hinds, Jackson, Jasper, Jefferson, Jefferson Davis, Jones, Kemper, Lamar, Lauderdale, Lawrence, Leake, Lincoln, Lowndes, Madison, Marion, Neshoba, Newton, Noxubee, Oktibbeha, Pearl River, Perry, Pike, Rankin, Scott, Simpson, Smith, Stone, Walthall, Warren, Wayne, Wilkinson, Winston, and Yazoo Counties. (updated 9/9/2005)

In addition, based on an Office of Management and Budget (OMB) policy directive effective October 31, 2003, credit unions must have a Dun and Bradstreet Universal Numbering System (DUNS) number in order to be eligible to receive grant or loan funding from the CDRLF. As of this printing, a DUNS number may be obtained by calling Dun and Bradstreet, toll-free, at 1-866-705-5711.

Did my credit union have to be low-income designated at the time of the hurricane in order to be eligible for this loan?

No. Credit unions may apply to their NCUA regional office at any time for a low-income designation. It is possible that the credit union's field of membership after the event may be determined to be "low-income," and thus qualify the credit union for the designation. In any case, the credit union must have a low-income designation and have been affected by Hurricane Katrina before it can apply for these loan monies.

How much money is available?

Low-income credit unions may apply for \$100,000 or less under this initiative if the credit union does not already have an outstanding Fund loan. Low-income credit unions that do not fall under these application guidelines can apply through our non-emergency process. The non-emergency loan application and instructions are available on the NCUA website at www.ncua.gov, select the link for "Credit Union Development", then select the link for "Financial Assistance/Grants."

What are the "Terms and Conditions" for this loan?

Credit unions may borrow a maximum of \$100,000 at a rate of 1 percent. Loans are repayable over a 5-year period. The loan is required to be repaid in semiannual installments of interest and principal payments.

The credit union will be required to match the loan proceeds received from NCUA in accordance with 705.5(b)(1) of the NCUA Rules and Regulations. The credit union must increase member and nonmember deposits within 12 months of the promissory note's anniversary date, to an amount equal to the amount of funds disbursed to the credit union from NCUA. The credit union must maintain the matching thru the maturity date of the loan. If the credit union does not achieve full matching, the outstanding loan balance must be reduced to the degree matching is achieved.

If the credit union uses nonmember deposits to match the amount of loan proceeds received from NCUA, the credit union must have a 1 to 1 match. If the credit union matches the loan proceeds using member shares the credit union is credited a 2 to 1 match. (Example, if the amount received from NCUA is \$100,000 you only need \$50,000 in member shares, but would need \$100,000 in nonmember shares to satisfy the match requirement.) The Fund will consider a combination of new member shares and nonmember deposits to achieve the matching requirements.

What are the application deadlines?

Applications under this loan initiative must be received in the Office of Small Credit Union Initiatives by March 31, 2006.

Where should I submit my application?

Applications may be mailed to:

Office of Small Credit Union Initiatives
National Credit Union Administration
1775 Duke Street
Alexandria, Virginia 22314

Applications may be faxed to:

(703) 518-6680

When will credit unions know about the loan decision?

Applicants will be notified of the decision generally within 30 business days after OSCUI receives the loan application.

How can credit unions contact the office with questions?

Credit unions can contact the office at the address above or
Phone: (703) 518-6610 or Email: oscuiapps@ncua.gov